Preserved

App. F. IX-4

Previous References

1930-31
L. M.)

File No. 18-29
Serial Nos. 576

Later References
L M 2-33 (1-3, 7)

preserve

p-8(E)

General and Revenue Secretariat.

Serial Nos. 2

Part B for November 1930.

SUBJECT.

Allotation of Debentures by the Land Mortgage Bank.

56-6. No. Ag. 2508 Ro. 6 dt. 31/10/30.

To The Registrar of Co-operative Societies ex officio President. L. M. Bank.
Asstt. to Govt. Hon'ble Sch —

I permit the President. L. M. Bank to draw the Govt. portion of the debentures from the Treasury.

G. R. S., APP'T (II—1)

1930-31

GENERAL AND REVENUE SECRETARIAT.

(KW)

NOTES.

File No. 18-29.

FILE HEADING.

Flotation of Debentures by the Bank

FROM The Registrar of Co-operative Societies

No. 1760 C.S. Dated 20.9.1930 Received 27.9.1930

Diary No. 21286 Enclos. 1 Spare copies | Serial No. 5

BRIEF ABSTRACT OF LETTER.

States that in view of the fact that very great scrutiny to be exercised in the grant of loans, the amount ~~ed~~ by debentures cannot be automatically ~~increased~~ in loans & some delay necessitating ~~increase~~ for reasons stated ~~in~~ cost is involved) & Requests that the grant portion ~~of~~ the debentures 4/5 Rs. one lakh may be granted to be ~~with~~ from the treasury as & when funds are required the bank, interest being charged from the date of actual drawing.

NOTES AND ORDERS.

Subject to a draft. the Financial Rep. may also be consulted, if appd

Opn: for approval

C. Ley

Second Member

Hon'ble Finance

OFFICE OF THE HON'BLE MEMBER OF COUNCIL
27 OCT. 1930
No. 3314

CHIEF SECRETARIAT
28 OCT. 1930

Notes—First Sheet

WD 01683—GPB—6,000—3-6-29

FINANCIAL SECRETARY

App. F. 111—

General and Revenue Secretariat.

File No. Fin 18 of 1929.

Serial No.

R. Com: 929
31.10.30

Financial Sec: has agreed.
Draft Hair Cut.

31/10

Comm

The Registrar of Co-operative Soc
" President, L. M. Bank
" Comptroller Navy & Secrett.

G. 4506-6

Comm: The President L. M. Bank
The Government Portion of the debentures
The Treasury.

DEPARTMENT OF CO-OPERATION
GOVERNMENT OF MYSORE.

OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES
IN MYSORE.

Dated, Bangalore, 20th September 1930

GENERAL MISCELLANEOUS BRH.
2nd 2196.
4.m 18-29-5

FROM

K. H. RAMAYYA, ESQ., B.A., BAR-AT-LAW,
REGISTRAR OF CO-OPERATIVE SOCIETIES
IN MYSORE, BANGALORE.

CHIEF SECRETARY
23 SEP. 1930
M/2819-

N.Madhava Rao,Esq., B.A.,B.L.,
Chief Secretary to Government of Mysore,
Bangalore

Sir,

Adverting to Government Order No.G.12215-8/L.M.21-28-2 dated 11/16th April 1930 sanctioning the floatation of debentures to the extent of rupee 3 lakhs by the Mysore Co-operative Land Mortgage Bank,Ltd., Bangalore City, and directing that the deposit amount of one lakh of rupees placed at the disposal of the Bank in Government Order No.G.11376-8/L.M.18-29-4 dated 21-3-1930 should be converted into debentures and the same handed over to Government, I have the honour to forward,herewith, a copy of letter No. 3945 dated 6th/8th September 1930 received from the President of the Mysore Co-operative Land Mortgage Bank,Ltd., Bangalore City, intimating that subscriptions towards debentures to the extent of Rs.130,000/- have been received from the public and institutions and that the amount has been placed in the Mysore Government Savings Bank under the control of the trustee of the Bank. In view of the fact that very great scrutiny has to be exercised in the grant of loans, the process of investigation takes a pretty long time and it is found by experience that the amount raised by debentures cannot be automatically and immediately invested in loans and some delay is inevitable involving loss of interest to the Bank as the Bank will have to pay interest from the date of actual receipt of the amount from the investors. The President therefore requests that the Government portion of debentures viz., one lakh of rupees may be permitted to be drawn from the Treasury as and when funds are required by the Bank, interest being charged from the dates of actual drawing. As this represen-

unnecessarily, I request that it may be sanctioned.

I have the honour to be,
Sir,
Your most obedient servant,

Registrar.

19/9.

Letter No.3945 dated 6th/8th September 1930 from the President The Mysore Co-operative Land Mortgage Bank,Ltd., to the Registrar of Co-operative Societies in Mysore,Bangalore.

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Adverting to condition No.3 of para 1 of Government Order No.G. 12215-8/L.M.21-28-2 dated 11/16th April 1930 requiring that the sum of rupees one lakh ordered to be placed at the disposal of the Bank as per their order No.G.11376-8/L.M.18-29-4 dated 21st March 1930, should be converted into debentures in the issue therein sanctioned and the bonds handed over to Government, I have the honour to state that, exclusive of the above one lakh of rupees, subscriptions received for this series of debentures has amounted to about Rs.1,30,000/-, and this amount has been arranged to be placed by the Comptroller and Trustee of the Bank in the Government Savings Bank. Under the byelaws of the Bank the amount raised by debentures has to be used only for the grant of long term loans on the secruity of agricultural lands. In view to avoid all possible risk of loss to the Bank and Government, great care and caution have to be exercised in the grant of the loans and every application has to be thoroughly investigated in respect of the value of the properties proposed to be hypothecated for the loan as also of the applicants' title to the properties. This naturally takes time resulting in some amount of unavoidable delay in the disposal of the loan applications. Up to now out of 240 loan applications that were received for Rs.6,33,549/- so many as 145 have had to be rejected owing to inadequacy of the security offered and other causes, and only 17 applications for Rs.49,500/- have been sanctioned, the remaining cases being in various stages of enquiry and investigation. It will, therefore, take some time before even the amount subscribed by the public towards the debentures is fully absorbed by loans.

In the circumstances and, in view of the fact that interest will have to be paid on the debentures from the dates of receipt of the amounts from the subscribers thereof, I request that Government may be pleased to permit the sum of one lakh of rupees contributed by them, to be drawn from time to time as required by the Bank, after the amount subscribed for by the public is fully used up, and to have interest charged to the Bank on the actual amounts so drawn from the dates on which they are drawn.

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" Copy ".

Registrar.

5 C 1 [illegible]

G.R.S. App. F VI G-2]

SUBJECT .....

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Diary No. of letter replied to 2196

Sec. L M.

File No. 18-29

Serial No. 6

General and Revenue Secretariat

( )

the *193* .

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue 31.10.30

Signed by Mr. C.E.N.

Read—

G.O. no G. 12215-81 dtd 21-29-2 Q. 11.6.1930 ~~from~~ authorising the Mysore Co-op. Land Mortgage Bank to issue Debentures to the ~~Order Thereon No~~ extent of Rs three lakhs, the ~~portion~~ part of Rs one lakh being ~~used directly for the~~ already converted into debentures.

2. Letter no 16+1340

May this be

(i) Printed ?

(ii) treated as a standing order ?

(iii) published in the Gazette, English Part ?

(iv) translated ?

(v) placed at the disposal of the press ?

(vi) published in the Gazette, Kannada Part ?

0

dated the 20th Sept for
the Registrar of Co-operative
Societies stating that as the
amount of loans involves
Govt sanction & loss of
the amount raised by the
issue of debentures cannot
be invested automatically
thus involving loss of interest
immediately and requesting
sanction for the
proposal of the Friends
Urban Bank to raise
a part portion of
City Rs one lakh, to be
from the treasury as
funds are required by
Bank, interest being
from the dates of the
drawing

Order us G 4504-6.

The proposal of the Registrar is
sanctioned

Copied by

Examined by

Chief Secretary

To the Registrar Co-operative
Societies
Copy to the Bank
Comptroller
Govt

GP 02500 --GPB --11,250 --2-7-30

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

------:0:------

file copy

R e a d : -

Government Order No. G. 12215-8/L.M. 21-29-2 dated the 11th April 1930 authorising the Mysore Co-operative Land Mortgage Bank, to issue debentures to the extent of Rupees three lakhs, the Government grant of Rupees one lakh being wholly converted into debentures.

2. Letter No. 1740 dated the 20th September 1930 from the Registrar of Co-operative Societies in Mysore stating that as the grant of loans involves great scrutiny and loss of time, the amount raised by the issue of debentures cannot be invested automatically and immediately thus involving loss of interest and requesting sanction for the proposal of the President of the Land Mortgage Bank to permit the Government portion of debentures viz., Rupees one lakh, to be drawn from the treasury as and when funds are required by the Bank, interest being be charged from the dates of actual drawing.

Order thereon No. G 4504-6/L.M.18-29-6

Dated, Bangalore, 31st October 1930.

The proposal of the Registrar is sanctioned.

By order,
Chief Secretary to Government.

1184

The Registrar of Co-operative Societies in Mysore,

The President, Land Mortgage Bank, Limited, Bangalore,

The Comptroller to Government through Financial Secretariat.